



## Client Relationship Summary - September 2021

alphaAI Capital Management LLC (alphaAI) is an investment adviser registered with the U. S. Securities and Exchange Commission. Investment advisory and brokerage services and fees differ; therefore, it is important for you to understand the differences.

Free and simple tools are available to research firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/CRS), which also provides educational materials about investment advisers, broker-dealers, and investing.

### **What investment services and advice can you provide me?**

We offer Internet-based investment management services to retail investors on an asset-based fee and performance-based fee basis. As part of our custom portfolio management services, we monitor our clients' portfolio holdings and the overall asset allocation strategy on a daily or ongoing basis for deviation from the selected customized portfolio or model portfolio weightings.

We offer our custom portfolio management services on a discretionary basis. Discretionary asset management allows us the limited authority to buy and sell investments in your account without asking you each time a transaction is placed. Our level of authority is determined at the beginning of our relationship with you in our advisory agreement but can be changed upon request.

We provide investment recommendations and construct portfolios primarily limited to exchange traded equity securities. We have a minimum account requirement of \$30,000 for opening and maintaining an account.

**For additional information, and a description of the service offerings, please see our Form ADV Part 2A Brochure (with special emphasis on Items 4 and 8) which can be found on our website [alphaai.capital](https://alphaai.capital) or the SEC website at [adviserinfo.sec.gov](https://adviserinfo.sec.gov). The firm CRD number is 316128.**

#### **Conversation Starters - Ask Your Financial Professional:**

Given my financial situation, should I choose investment advisory services? Why or why not?  
How will you choose investments to recommend to me?  
What is your relevant experience, including your licenses, education and other qualifications?  
What do these qualifications mean?

### **What fees will I pay?**

**Principal Fees:** We are compensated for providing the investment management services by charging ongoing asset-based management fees that vary by service offering and the value of the account. Custom portfolio fee-based accounts are charged a management fee that ranges between 0.50% - 1.50% annually. The asset-based management fees are charged monthly in advance, based on the value of portfolio assets of the account managed by us as of the opening of business on the first business day of each month, adjusted for significant contributions and withdrawals during the billing period, and are negotiable. With the asset-based management fee, the more assets there are in your advisory account, the more you will pay in fees, and we may therefore have an incentive to encourage you to increase the assets in your account.

In certain instances we may charge qualified clients a performance fee in addition to the asset-based management fee. The performance fee will be equal to 15% of any gains in the account during the calendar year, calculated each month and subject to a "high water mark" to ensure that we will not receive the performance fee unless, and only to the extent that, there are cumulative gains in the account when the fee is calculated each month. The performance fee will be payable after the end of the calendar year and deducted from the account concurrent with the first monthly asset-based management fee following the calendar year end. With the performance-based fee, we have an incentive to favor accounts from which we will earn a higher fee. We are additionally incented to use higher risk investments to generate higher returns, which would in turn generate higher performance-based fees. alphaAI mitigates these conflicts through a Code of Ethics that sets forth the basic policies of ethical conduct for all managers, officers, and employees.



**Other Fees and Costs:** alphaAI's fees do not include brokerage commissions and transaction fees. You may incur other costs and expenses from the custodian such as short-term trading or redemption fees. All fees paid to alphaAI for investment advisory services are separate and distinct from the custodian and execution fees.

**Additional Information:** You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce the amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying. **More detailed information about our fees and costs are included in our Brochure (Items 5 and 6).**

**Conversation Starter - Ask Your Financial Professional:**

Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?

**What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?**

**When we act as your investment adviser,** we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you. Here is an example to help you understand what this means:

alphaAI and its Investment Adviser Representatives (IARs) are allowed to invest for their own accounts in the same securities that we recommend or acquire for your account, and may engage in transactions that are the same or different than transactions recommended or made for you. This creates a conflict of interest that we mitigate by maintaining a Code of Ethics and compliance program that sets forth a standard of conduct that must be adhered to by all alphaAI personnel. In addition, the firm and its personnel are fiduciaries by law and are required to put the interests of client first. **These arrangements and additional information about other conflicts of interest are discussed in more detail in our Brochure.**

**Conversation Starter - Ask Your Financial Professional:**

How might your conflicts of interest affect me, and how will you address them?

**How do your financial professionals make money?**

Our IARs are compensated through the receipt of a portion of revenue we receive for the advisory services we provide. The portion paid to your IAR generally does not vary based on the type of investments that are recommended.

**Do you or your financial professionals have legal or disciplinary history?**

No - Neither the firm nor our financial professionals have a disciplinary history. We invite you to visit [Investor.gov/CRS](http://Investor.gov/CRS) for a free and simple search tool to research our firm and financial professionals.

**Conversation Starter - Ask Your Financial Professional:**

As a financial professional, do you have any disciplinary history? For what type of conduct?

**We encourage you to seek out additional information about our investment advisory services in our Brochure on [Investor.gov](http://Investor.gov) or [adviserinfo.sec.gov](http://adviserinfo.sec.gov) (CRD #316128). Alternatively, you can call alphaAI at (913) 549-8289 to speak with us directly to request up-to-date information and request a copy of the relationship summary.**

**Conversation Starters - Ask Your Financial Professional:**

Who is my primary contact person?  
Is he or she a representative of an investment adviser or a broker-dealer?  
Who can I talk to if I have concerns about how this person is treating me?